

State of Misconsin 2011 - 2012 LEGISLATURE



SENATE AMENDMENT, TO 2011 SENATE BILL 22

1	At the locations indicated, amend the bill as follows.
2	${f 1.}\;$ Page 15, line 6: delete "dividing" and substitute "multiplying".
3	2. Page 15, line 7: delete the material beginning with "by" and ending with
4	"quotient" on line 9.
5	3. Page 15, line 11: delete "and total pupil enrollment".
6	(END)

STATE OF WISCONSIN - AEGISLATIVE REPERENCE BUREAU



Research (608-266-0341)

Library (608-266-7040)

Legal (608-266-3561)

LEB

5/2/4 1pm

TC W/ Sarah Archibala

220-408.2

The sub, change bill so that only the CSAB must K my a nonprofit to appart a the whole All others can establish themselves a K many person to do so.

4:15 pm. To how Sarah

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State di **2011 – 2012 LEGISLATURE**





LRB > 0094 /

SEN. SUBST. AMDT.

2011 SENATE BILL 22

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February 23, 2011 - Introduced by Senators Darling, Olsen, Lazich, Vukmir and GALLOWAY, cosponsored by Representatives Vos. Kestell, Markeen, Van Roy, KLEBFISCH, PRIDEMORE. BIES, NASS, HONADEL, BALLWEG, KNODL and MURSAU. Referred to Committee on Education.

AN ACT to repeal 118.40 (2r) (b) 4., 118.40 (2r) (c) and (cm), 118.40 (7) (am) 3., 118.40 (8) (h) and 118.51 (3) (a) 7.; to renumber 118.51 (1) (a); to renumber and amend 118.40 (3) (d), 118.40 (3) (e), 118.40 (4) (a) and 118.40 (4) (c); to amend 20.923 (6) (m), 40.02 (28), 40.02 (36), 40.51 (1), 111.81 (7) (f), 111.815 (1), 111.825 (2) (f), 111.92 (1) (c), 115.001 (1), 115.001 (16), 118.40 (2m) (a), 118.40 (2r) (b) 1. (intro.), 118.40 (2r) (b) 2., 118.40 (2r) (b) 3. (intro.), 118.40 (2r) (bm), 118.40 (2r) (d) (intro.), 118.40 (2r) (e) 2., 118.40 (2r) (f), 118.40 (4) (title), 118.40 (7) (am) 1/., 118.40 (8) (a) (intro.), 118.40 (8) (f) 1., 118.40 (8) (g) 2., 118.40 (8) (g) 3., 118/51 (3) (a) 6., 118.51 (3) (b), 121.02 (1) (a) 2., 121.08 (4) (a) 1., 230.08 (2) (dm) and 230.35 (1s); and to create 15.07 (1) (a) 7., 15.56, 20.265, 20.515 (1) (g) 20.923 (4) (e) 1. c., 20.923 (6) (aLm), 40.515, 118.19 (14), 118.395, 118.40 (2r) (b) 1. e. and f., 118.40 (2r) (g), 118.40 (3) (f), 118.40 (3) (g), 118.40 (3m) (intro.), 118.40 (3m) (a) and (d) to (f), 118.40 (4) (ag), 118.40 (4) (ar) 3., 118.40 (4) (d), 118.40 (4) (e), 118.40 (4) (f), 118.40 (7) (c), 118.51 (1) (ag), 119.60 (5) and 230.08

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chanter schools?

(2) (wc) of the statutes; relating to:\creating a Charter School Authorizing Board, providing additional charter school authorizers, eliminating the limit on the number of pupils who may attend virtual charter schools, modifying teacher licensure requirements, eliminating the limit on the reduction in general school aid used to fund independent charter schools, covering certain charter school employees under the Group Insurance Board health coverage plan for local government employees, allowing a charter school to elect to participate in the Wisconsin Retirement System/granting rule-making authority, and making an appropriation.

Analysis by the Legislative Reference Bureau

Under current law, school boards may enter into contracts with individuals, groups, businesses, or governmental bodies to establish charter schools, which operate with fewer constraints than traditional public schools. Current law also permits the University of Wisconsin (UW)-Milwaukee, UW-Parkside, the Milwaukee Area Technical College, and the city of Milwaukee to operate charter schools (independent charter schools) directly or to contract for the operation of charter schools. In general, only pupils who reside in the school district in which an independent charter school is located may attend the charter school. No entity authorized to establish an independent charter school may establish a virtual charter school. (CESA)

This land allows a cooperative educational service agency to establish an independent charter school. The also creates an independent state agency, the Charter School Authorizing Board (CSAB), and authorizes it to contract for the establishment of independent charter schools. The CSAB consists of rine members of whom three appointed by the governor three by the senate majority leader, and three by the speaker of the assembly The prohibits the CSAB from promulgating administrative rules. (21)

The gains that every charter school be operated by a governing board and every contract for the establishment of a charter school be with a nonprofit corporation. The removes the restrictions that limit who may attend an independent charter school and allows an entity that is authorized to establish an independent charter school to establish a virtual charter school. The property eliminates the cap on the number of pupils who may attend virtual charter schools/through the Open Enrollment Program, currently set at 5,250.

The allows a charter school contract to provide for more than one charter school, and allows a charter school governing board to enter into more than one

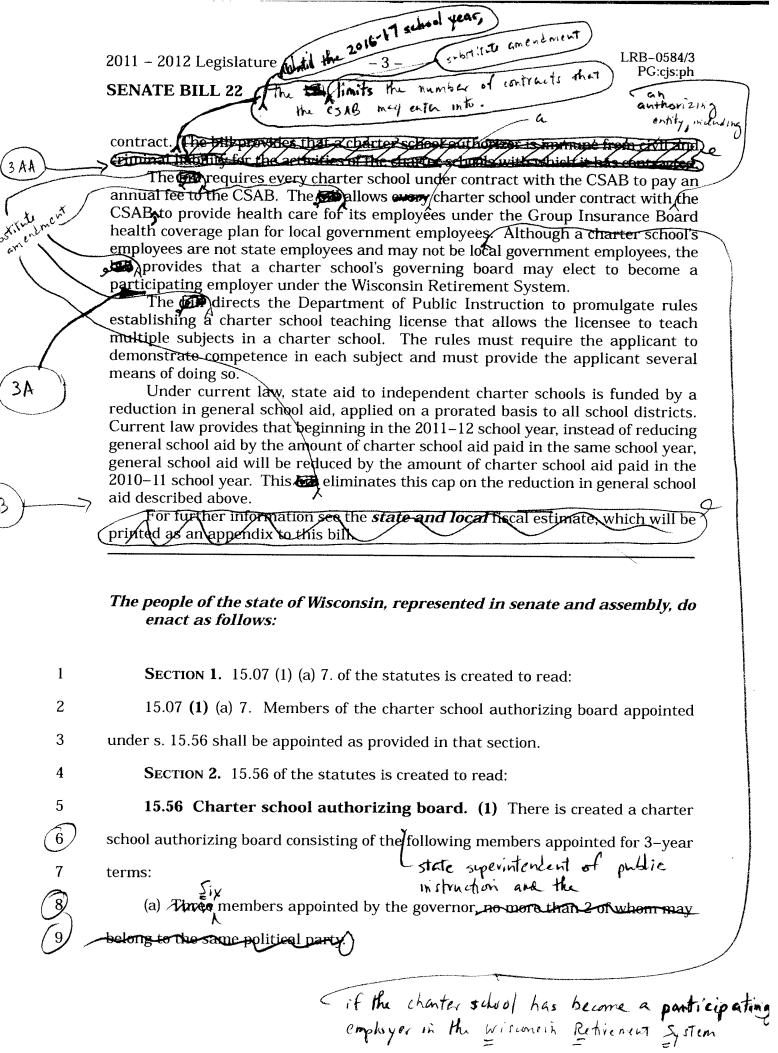
substitute amendment

entered into by the a CSAB must

other

Of the later members, 51X

Two



1	(b) Three members appointed by the senate majority leader, no more than 2 of
2	whom may belong to the same political party.
3	(c) Three members appointed by the speaker of the assembly, no more than 2
4	of whom may belong to the same political party.
5	(2) The appointing authorities under sub. (1) shall ensure to the extent feasible
6	that members appointed to the board are geographically diverse and have experience
7	and expertise in governing public and nonprofit organizations; in management and
8	finance; in public school leadership, assessment, and curriculum and instruction;
9	and in education law; and understand and are committed to the use of charter schools
10	to strengthen public education. appointed under sub. (1)
	(3) No member of the board may serve more than 2 consecutive terms.
12	(4) The board does not have rulemaking authority.
13	Section 3. 20.265 of the statutes is created to read:
14	20.265 Charter school authorizing board. There is appropriated to the
15	charter school authorizing board for the following programs:
16	(1) Support of Charter Schools. (g) Oversight. All moneys received as fees
17	under s. 118.40 (4) (ar) 3. to perform its functions under s. 118.40.
18	(h) Gifts and grants. All moneys received from gifts and grants for the purposes
19	for which made.
20	SECTION 4. 20.515 (1) (g) of the statutes is created to read:
21	20:515 (1) (g) Benefit and coverage payments; charter school health care
22	coverage. All moneys received from charter school governing boards under s. 40.515
23	who elect to provide coverage for their employees in a health care coverage plan
24	under s. 40.51 (7), for the payment of benefits and the cost of administering benefits
25	under s. 40.515.

ead: ter school health care boards under s. 40.515 lth care coverage plan administering benefits

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1	Section 5. 20.923 (4) (e) 1. c. of the statutes is created to read:
2	20.923 (4) (e) 1. c. Charter school authorizing board: executive director.
3	Section 6. 20.923 (6) (aLm) of the statutes is created to read:
4	20.923 (6) (aLm) Charter school authorizing board: unclassified professional
5	staff.
6	Section 7. 20.923 (6) (m) of the statutes is amended to read:
7	20.923 (6) (m) University of Wisconsin System: deans, principals, professors,
8	instructors, research assistants, librarians and other teachers, as defined in s. 40.02
9	(55), the staff of the environmental education board, and instructional staff
10	employed by the board of regents of the University of Wisconsin System who provide
11	services for a charter school established by contract under s. 118.40 (2r) (cm), 2009
12	<u>stats</u> .
13	Section 8. 40.02 (28) of the statutes is amended to read:
14	40.02 (28) "Employer" means the state, including each state agency, any
15	county, city, village, town, school district, other governmental unit or
16	instrumentality of 2 or more units of government now existing or hereafter created
17	within the state, any charter school under contract with a school board or with an
18	entity specified in s. 118.40 (2r) (b) 1., any federated public library system established
19	under s. 43.19 whose territory lies within a single county with a population of
20	500,000 or more, a local exposition district created under subch. II of ch. 229, a transit
21	authority created under s. 66.1039, and a long-term care district created under s.
22	46.2895, except as provided under ss. 40.51 (7) and 40.61 (3). "Employer" does not

Section 9. 40.02 (36) of the statutes is amended to read:

shall be a separate legal jurisdiction for OASDHI purposes.

include a local cultural arts district created under subch. V of ch. 229. Each employer

40.02 (36) "Governing body" means the legislature or the head of each state agency with respect to employees of that agency for the state, the common council in cities, the village board in villages, the town board in towns, the county board in counties, the school board in school districts, or the board, commission or other governing body having the final authority for any other unit of government, for any agency or instrumentality of 2 or more units of government, for any federated public library system established under s. 43.19 whose territory lies within a single county with a population of 500,000 or more, for a local exposition district created under subch. II of ch. 229, for a charter school under contract with a school board or with an entity specified in s. 118.40 (2r) (b) 1., or for a long-term care district created under s. 46.2895, but does not include a local cultural arts district created under subch. V of ch. 229.

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SECTION 10. 40.51 (1) of the statutes is amended to read:

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40.51 (1) The procedures and provisions pertaining to enrollment, premium transmitted and coverage of eligible employees and employees eligible for health care coverage under s. 49.515 for health care benefits shall be established by contract or rule except as otherwise specifically provided by this chapter.

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SECTION 11. 40.515 of the statutes is created to read:

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40.515 Health care coverage for individuals employed by charter

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school governing boards. Beginning on the January 1 that first occurs after the

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effective date of this subsection [LRB inserts date], any charter school governing

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board operating a charter school under contract with the charter school authorizing

board may elect coverage for its employees under any health care coverage plan offered to local government employees under s. 40.51 (7), during any applicable

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1	enrollment period, subject	ct to any conditions established by con-	tract or by rule under
2	s. 40-51 (1).	and the same of th	
_	0. 30.01 (1).	AL CONTRACTOR OF THE PARTY OF T	

Section 12. 111.81 (7) (f) of the statutes is amended to read:

111.81 (7) (f) Instructional staff employed by the board of regents of the University of Wisconsin System who provide services for a charter school established by contract under s. 118.40 (2r) (cm), 2009 stats.

SECTION 13. 111.815 (1) of the statutes is amended to read:

111.815 (1) In the furtherance of this subchapter, the state shall be considered. as a single employer and employment relations policies and practices throughout the state service shall be as consistent as practicable. The office shall negotiate and administer collective bargaining agreements except that the department of health services, subject to the approval of the federal centers for medicare and medicaid services to use collective bargaining as the method of setting rates for reimbursement of home care providers, shall negotiate and administer collective bargaining agreements entered into with the collective bargaining unit specified in s. 111.825 (2g). To coordinate the employer position in the negotiation of agreements. the office, or the department of health services with regard to collective bargaining agreements entered into with the collective bargaining unit specified in s. 111.825 (2g), shall maintain close liaison with the legislature relative to the negotiation of agreements and the fiscal ramifications of those agreements. Except with respect to the collective bargaining units specified in s. 111.825 (1m), (2) (f), and (2g), the office is responsible for the employer functions of the executive branch under this subchapter, and shall coordinate its collective bargaining activities with operating state agencies on matters of agency concern. The legislative branch shall act upon portions of tentative agreements negotiated by the office that require

legislative action. With respect to the collective bargaining units specified in s.
111.825 (1m), the University of Wisconsin Hospitals and Clinics Board is responsible
or the employer functions under this subchapter. With respect to the collective
bargaining unit specified in 5.111.825 (2) (f), the governing board of the charter
school established by contract under s 118 40 (2r) (cm), 2009 stats., is responsible
or the employer functions under this subchapter. With respect to the collective
bargaining unit specified in s. 111.825 (2g), the department of health services is
responsible for the employer functions of the executive branch under this
subchapter

Section 14. 111.825 (2) (f) of the statutes is amended to read:

111.825 **(2)** (f) Instructional staff employed by the board of regents of the University of Wisconsin System who provide services for a charter school established by contract under s. 118.40 (2r) (cm), 2009 stats.

Section 15. 111.92 (1) (c) of the statutes is amended to read:

111.92 (1) (c) Any tentative agreement reached between the governing board of the charter school established by contract under s. 118.40 (2r) (cm), 2009 stats., acting for the state, and any labor organization representing a collective bargaining unit specified in s. 111.825 (2) (f) shall, after official ratification by the labor organization and approval by the chancellor of the University of Wisconsin–Parkside, be executed by the parties.

Section 16. 115.001 (1) of the statutes is amended to read:

115.001 **(1)** CHARTER SCHOOL. "Charter school" means a school under contract with a school board under s. 118.40 or with one of the entities under s. 118.40 (2r) (b), or a school established and operated by one of the entities under s. 118.40 (2r) (b).

SECTION **17**. 115.001 (16) of the statutes is amended to read:

115.001 (16) Virtual Charter School. "Virtual charter school" means a charter
school under contract with a school board under s. 118.40 in which all or a portion
of the instruction is provided through means of the Internet, and the pupils enrolled
in and instructional staff employed by the school are geographically remote from
each other.

Section 18. 118.19 (14) of the statutes is created to read:

118.19 **(14)** The department shall promulgate rules establishing a charter school teaching license that allows the licensee to teach multiple subjects in a charter school. The rules shall require the applicant to demonstrate competence in each subject that he or she wishes to teach and shall provide the applicant several means of doing so.

Section 19. 118.395 of the statutes is created to read:

118.395 Charter school authorizing board; executive director, staff. (1) The charter school authorizing board shall appoint an executive director outside the classified service. The executive director shall coordinate the activities of the board and exercise such further powers, functions and duties as the board prescribes.

(2) The executive director of the charter school authorizing board may employ 4 professional staff members outside the classified service. Subject to authorization under s. 16.505, the executive director may employ additional professional staff members outside the classified service.

SECTION 20. 118.40 (2m) (a) of the statutes is amended to read;

118.40 (2m) (a) A school board may on its own initiative contract with a person nonprofit corporation to operate a school as a charter school. The contract shall include all of the provisions specified under sub. (1m) (b) and may include other provisions agreed to by the parties.

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Section 21

Section 21. 118.40 (2r) (b) 1. (intro.) of the statutes is amended to read:



118.40 (2r) (b) 1. (intro.) All (Any) of the following entities may establish by charter and operate a charter school or, on behalf of their respective entities, may initiate a/contract with (an individual or group) a nopprofit corporation to operate a school as a charter school:

SECTION 22. 118.40 (2r) (b) 1. e. and f. of the statutes are created to read:

118.40 (2r) (b) 1. e. The board of control of a cooperative educational service agency.

f. The charter school authorizing board.

Section 23. 118.40 (2r) (b) 2. of the statutes is amended to read:



118.40 **(2r)** (b) 2. -A charter shall include all of the provisions specified under sub. (1m) (b) 3. to 14. A contract shall include all of the provisions specified under sub. (1m) (b) 1. to 14. and shall specify the effect of the establishment of the charter school on the liability of the contracting entity under this paragraph. The contract may include other provisions agreed to by the parties. The chancellor of the University of Wisconsin-Milwaukee or of the University of Wisconsin-Parkside may not establish or enter into a contract for the establishment of a charter school under this paragraph without the approval of the board of regents of the University of Wisconsin System.

Section 24. 118.40 (2r) (b) 3. (intro.) of the statutes is amended to read:

118.40 **(2r)** (b) 3. (intro.) If the chancellor of the University of Wisconsin-Parkside contracts for the establishment of a charter school, the contract shall also provide that the charter school must be operated by a governing board and that the chancellor or his or her designee must be a member of the governing board. In addition, if and the contract provides that the instructional staff of the charter

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school shall consist of employees of the board of regents of the University of
Wisconsin System, the contract shall also include provisions that do all of the
following:

Section 25. 118.40 (2r) (b) 4. of the statutes is repealed.

Section 26. 118.40 (2r) (bm) of the statutes is amended to read:

118.40 (2r) (bm) The common council of the city of Milwaukee, the chancellor of the University of Wisconsin-Milwaukee, and the Milwaukee area technical college district board may only establish or enter into a contract for the establishment of a charter school located in the school district operating under ch. 119. The chancellor of the University of Wisconsin-Parkside may only establish or enter into a contract for the establishment of a charter school located in a unified school district that is located in the county in which the University of Wisconsin-Parkside is situated or in an adjacent county. The board of control of a cooperative educational service agency may only contract for the establishment of a charter school located in the agency's territory.

Section 27. 118.40 (2r) (c) and (cm) of the statutes are repealed.

Section 28. 118.40 (2r) (d) (intro.) of the statutes is amended to read:

118.40 (2r) (d) (intro.) The chartering or contracting entity under par. (b) shall do all of the following:

Section 29. 118.40 (2r) (e) 2. of the statutes is amended to read:

118.40 (2r) (e) 2. If the chancellor of the University of Wisconsin-Parkside establishes or contracts for the establishment of a charter school under this subsection, in March the department shall pay to the unified school district in which the charter school is located, from the appropriation under s. 20.255 (2) (fm), an amount equal to the amount of school aid per pupil to which the unified school district

is eligible in the current school year multiplied by the number of pupils attending the
charter school who attended the charter school in the 2010-11 school year and who
were previously enrolled in the unified school district.

SECTION 30. 118.40 (2r) (f) of the statutes is amended to read:

118.40 **(2r)** (f) If the chancellor of the University of Wisconsin–Parkside establishes or contracts for the establishment of a charter school under this subsection, biennially the chancellor shall submit a report to the legislature under s. 13.172 (2). The report shall include information on the academic performance of the pupils who attend the charter school and on the success of the governance structure of the charter school.

Section 31. 118.40 (2r) (g) of the statutes is created to read:

118.40 **(2r)** (g) If a school board leases a building to the governing body of a charter school, the lease may not include a provision specifying that it terminates if the lessee enters into a contract with an entity under par. (b) to operate a charter school.

SECTION 32. 118.40 (3) (d) of the statutes is renumbered 118.40 (3m) (c) and amended to read:

118.40 **(3m)** (c) A school board or an entity under sub. (2r) (b) shall give <u>Give</u> preference in awarding contracts for the operation of charter schools to those charter schools that serve children at risk, as defined in s. 118.153 (1) (a).

SECTION 33. 118.40 (3) (e) of the statutes is renumbered 118.40 (3m) (b) and amended to read:

118.40 (3m) (b) When establishing or When contracting for the establishment of a charter school under this section, -a school board or entity specified under sub.

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1	(2r) (b) shall consider adhere to the principles and standards for quality charter
2	schools established by the National Association of Charter School Authorizers.
3	Section 34. 118.40 (3) (f) of the statutes is created to read:
4	118.40 (3) (f) A contract with a school board or an entity under sub. (2r) (b) may
5	provide for the establishment of more than one charter school, and a charter school
6	governing board may enter into more than one contract with a school board or entity
\ 7	under sub. (2r) (b).
8	SECTION 35. 118.40 (3) (g) of the statutes is created to read:
9	118.40 (3) (g) Except as provided in sub. (4) (ar) 1., a contract with a school
10	board an entity under sub. (2r) (b) shall require that if the capacity of the charter
11	school is insufficient to accept all pupils who apply, the charter school shall accept
12	pupils at random.
13	Section 36. 118.40 (3m) (intro.) of the statutes is created to read:
14	118.40 (3m) Charter school authorizer duties. (intro.) A school board or
15	entity under sub. (2r) (b) shall do all of the following:
16	SECTION 37. 118.40 (3m) (a) and (d) to (f) of the statutes are created to read:
17	118.40 (3m) (a) Solicit and evaluate charter school applications.
18	(d) Approve only high quality charter school applications that meet identified
19	educational needs and promote a diversity of educational choices.
2 0	(e) In accordance with the terms of each charter school contract, monitor the
21)	performance and compliance with this section of each charter school with which it
22	contracts.
23	(f) Annually, submit to the state superintendent and to the legislature under

s. 13.172 (2) a report that includes all of the following:

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1. An identification of each charter school operating under contract with the (school board or entity under sub. (2r) (b), each charter school that operated under a contract with the school board or entity but had its contract nonrenewed or revoked or that closed, and each charter school under contract with the school board or entity that has not yet begun to operate.

2. The academic and financial performance of each charter school operated under contract with the school board or entity under sub. (2r) (b).

3. The services the school board or entity under sub. (2r) (b) has provided to the charter schools under contract with it and an itemized accounting of the cost of the services.

The operating costs of the school board or entity under sub. (2r) (b) incurred under pars. (a) to (e), detailed in an audited financial statement prepared in accordance with generally accepted accounting principle

SECTION 38. 118.40 (4) (title) of the statutes is amended to read:

118.40 (4) (title) Charter school governing board; duties, powers, and RESTRICTIONS.

Section 39. 118.40 (4) (a) of the statutes is renumbered 118.40 (4) (ar), and 118.40 (4) (ar) (intro.), as renumbered, is amended to read:

118.40 (4) (ar) Duties. (intro.) A charter school governing board shall do all of the following:

Section 40. 118.40 (4) (ag) of the statutes is created to read:

118.40 (4) (ag) Governing board. Each charter school shall be beganized nonprefit corporation and shall be governed by a governing board that is a party to

the contract with the authorizing entity. No governing board member may be a

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) 7	member or employee of the governing body of the authorizing entity. No more than
	a minority of the governing board's members may be charter school staff.
/	SECTION 41. 118.40 (4) (ar) 3. of the statutes is created to read:
	118.40 (4) (ar) 3. If the governing board is under contract with the charter
	school authorizing board, annually pay to the board a fee equal to the amount
)	determined by the operational costs of all charter schools that it operated
)	under contract with the board in the previous school year with total number of
(pupils enrolled in all each charter echoels in the previous echoel year and multiplying
	by 0.02. In order to determine the fee payable in the first school year
Į	of operation, the charter school governing board shall estimate its total operational
)	costs and total pupil emollment in that school year.
	SECTION 42. 118.40 (4) (c) of the statutes is renumbered 118.40 (3) (h) and
	amended to read:
ASS	118.40 (3) (h) Single—sex schools and courses. Aschool board may enter into
	a contract for, and an entity under sub. (2r) may establish or enter into a contract
	for, the establishment of a charter school that enrolls only one sex or that provides
	one or more courses that enroll only one sex if the school board or entity under sub.
	(2r) makes available to the opposite sex, under the same policies and criteria of
	admission, schools or courses that are comparable to each such school or course.
	SECTION 43. 118.40 (4) (d) of the statutes is created to read:
	118.40 (4) (d) Powers. Subject to the terms of its contract, a charter school
	governing board has all the powers necessary to carry out the terms of its contract,
	including the following:
	1. To receive and disburse funds for school purposes.
	2. To secure appropriate insurance.

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3. To enter into contracts, including contracts with a University of Wisconsin
institution or college campus, technical college district board, or private college or
university, for technical or financial assistance, academic support, curriculum
review, or other services.
4. To incur debt in reasonable anticipation of the receipt of funds.

- 5. To pledge, assign, or encumber its assets to be used as collateral for loans or extensions of credit.
 - 6. To solicit and accept gifts or grants for school purposes.
 - 7. To acquire real property for its use.
 - 8. To sue and be sued in its own name.

Section 44. 118.40 (4) (e) of the statutes is created to read:

118.40 (4) (e) Immunity from civil and criminal liability. A school board or an entity under sub. (2r) (b), and its officers and employees, are immune from civil and criminal liability for any activities of a charter school with which the school board or entity under sub. (2r) (b) contracts.

Section 45. 118.40 (4) (f) of the statutes is created to read:

118.40 (4) (f) Local educational agency. A charter school is a local educational agency under 20 USC 6301 to 6578 and as such is eligible for funding as a local educational agency, and shall comply with all requirements of local educational agencies, under 20 USC 6301 to 6578.

Section 46. 118.40 (7) (am) 1. of the statutes is amended to read:

118.40 (7) (am) 1. Except as provided in subds. subd. 2. and 3., if a charter school is established under sub. (2m) and located in the school district operating under ch. 119, the school board of that school district shall determine whether or not the charter school is an instrumentality of the school district. If the school board

determines that a charter school is an instrumentality of the school district, the
school board shall employ all personnel for the charter school. If the school board
determines that a charter school is not an instrumentality of the school district, the
school board may not employ any personnel for the charter school.
Section 47. 118.40 (7) (am) 3. of the statutes is repealed.
SECTION 48. 118.40 (7) (c) of the statutes is created to read:
118.40 (7) (c) For the purpose of eligibility for participation in the Wisconsin
Retirement System, a charter school is considered a public entity that is carrying out
a governmental purpose.
Section 49. 118.40 (8) (a) (intro.) of the statutes is amended to read:
118.40 (8) (a) Location. (intro.) For the purposes of sub. (7) (a), (am), and (ar),
a virtual charter school <u>under contract with one or more school boards</u> is considered
to be located in the following school district:
Section 50. 118.40 (8) (f) 1. of the statutes is amended to read:
118.40 (8) (f) 1. The members of the school board governing body of the entity
that contracted for the establishment of the virtual charter school and the
administrators of that school district entity.
Section 51. 118.40 (8) (g) 2. of the statutes is amended to read:
118.40 (8) (g) 2. Subject to subd. 2m., the third time in the same semester that
a pupil attending a virtual charter school fails to respond appropriately to a school
assignment or directive from instructional staff within 5 school days, the governing
body of the virtual charter school shall also notify the school board governing body
of the entity that contracted for the establishment of the virtual charter school, the
school board of the pupil's resident school district, and the department. The school
board governing body of the entity that contracted for the establishment of the

virtual charter school may transfer the pupil to his or her resident school district. If the pupil is a resident of the school district that contracted for the establishment of the virtual charter school, the school board may assign the pupil to another school or program within that school district. If the school board governing body transfers or the school board assigns a pupil, it shall notify the pupil's parent or guardian and the department.

SECTION 52. 118.40 (8) (g) 3. of the statutes is amended to read:

118.40 **(8)** (g) 3. The parent or guardian of a pupil transferred to the pupil's resident school district under subd. 2. may appeal the transfer to the department within 30 days after receipt of the notice of transfer. The department shall affirm the school board's governing body's decision unless the department finds that the decision was arbitrary or unreasonable.

SECTION 53. 118.40 (8) (h) of the statutes is repealed.

SECTION 54. 118.51 (1) (a) of the statutes is renumbered 118.51 (1) (ar).

Section 55. 118.51 (1) (ag) of the statutes is created to read:

118.51 **(1)** (ag) "Charter school" excludes a school under contract with an entity under s. 118.40 (2r) (b).

Section 56. 118.51 (3) (a) 6. of the statutes is amended to read:

118.51 **(3)** (a) 6. If an application is accepted, on or before the first Friday following the first Monday in June following receipt of a notice of acceptance, or within 10 days of receiving a notice of acceptance if a pupil is selected from a waiting list under s. 118.40 (8) (h) 5., the pupil's parent shall notify the nonresident school board of the pupil's intent to attend school in that school district in the following school year.

SECTION 57. 118.51 (3) (a) 7. of the statutes is repealed.

	Section 58.	58. 118.51 (3)	(b) of the statutes	s amended to	read
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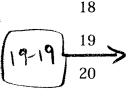
118.51 **(3)** (b) *Notice to resident school district.* Annually by June 30, each nonresident school board that has accepted a pupil under this section for attendance in the following school year shall report the name of the pupil to the pupil's resident school board. If a pupil is selected from a waiting list under s. 118.40 (8) (h) 5., the nonresident school board shall report the name of the pupil to the pupil's resident school board within 10 days of receiving notice of the pupil's selection from the department.

Section 59. 119.60 (5) of the statutes is created to read:

- 119.60 **(5)** Annually by August 1 the common council shall report to the department, the charter school authorizing board, and the legislature under s. 13.172 **(2)** all of the following:
- (a) All instances in the previous school year in which a person expressed interest in purchasing or leasing any city-owned property used for school purposes to a city official or employee. If the property was not sold or leased, the report shall indicate the reason.
- (b) All sales of city-owned property used for school purposes that occurred in the previous school year and all leases of such property that were entered into in the previous school year.

Section 60. 121.02 (1) (a) 2. of the statutes is amended to read:

121.02 **(1)** (a) 2. Subject Except as provided in s. 118.40 (2r) (d) 1. and subject to s. 118.40 (8) (b) 2., ensure that all instructional staff of charter schools located in the school district hold a license or permit to teach issued by the department. For purposes of this subdivision, a virtual charter school <u>under contract with one or more school boards</u> is located in the school district specified in s. 118.40 (8) (a) and a charter



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SECTION 60

1 school established under s. 118.40 (3) (c) 1. c. is located in the school district specified 2 in s. 118.40 (3) (c) 1. c. The state superintendent shall promulgate rules defining 3 "instructional staff" for purposes of this subdivision. 4 **Section 61.** 121.08 (4) (a) 1. of the statutes is amended to read: 5 121.08 (4) (a) 1. In the 2009–10 and 2010–11 school year, add Add the amounts 6 paid under s. 118.40 (2r) in the current school year, and in the 2011–12 school year 7 and each school year thereafter, add the amounts paid under s. 118.40 (2r) in the 8 2010-11 school year. 9 **Section 62.** 230.08 (2) (dm) of the statutes is amended to read: 10 230.08 (2) (dm) Instructional staff employed by the board of regents of the 11 University of Wisconsin System who provide services for a charter school established by contract under s. 118.40 (2r) (cm), 2009 stats. 12 13 **Section 63.** 230.08 (2) (wc) of the statutes is created to read: 14 230.08 (2) (wc) Professional staff members of the charter school authorizing ras affected by 2011 Wisconsin 15 board authorized under s. 118.395 (2). 16 **Section 64.** 230.35 (1s) of the statutes is amended to read: 17 230.35 (1s) Annual leave of absence with pay for instructional staff employed 18 by the board of regents of the University of Wisconsin System who provide services

by the board of regents of the University of Wisconsin System who provide services for a charter school established by contract under s. 118.40 (2r) (cm), 2009 stats., shall be determined by the governing board of the charter school established by contract under s. 118.40 (2r) (cm), 2009 stats., as approved by the chancellor of the University of Wisconsin–Parkside and subject to the terms of any collective bargaining agreement under subch. V of ch. 111 covering the instructional staff.

SECTION 65. Nonstatutory provisions.

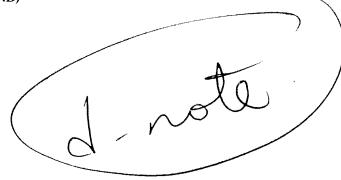
1	(1) Notwithstanding section 15.56 (1) of the statutes, as created by this act, of
2	the initial members appointed to the charter school authorizing board under section
3	15.56 (1) (a) of the statutes, as created by this act, amember shall be appointed
4	for a term expiring on May 1, 2013, member shall be appointed for a term
(5)	expiring on May 1, 2015, of the initial members appointed under section 15.56 (1) (b)
6	of the statutes, as created by this act, one member shall be appointed for a term
7	expiring on May 1, 2013, and one member shall be appointed for a term expiring on
(8)	May 1, 2011 and of the initial members appointed under section 15.56 (1) (c) of the
9	statutes, as created by this act, one member shall be appointed for a term expiring
10	on May 1, 2013, and one member shall be appointed for a term expiring on May 1,
11	2015. All other initial members appointed to the charter school authorizing board
12	shall be appointed for terms expiring on May 1, 2014.
13	SECTION 66. Initial applicability.
14	(1) CHARTER SCHOOL CONTRACTS. The treatment of sections 118.40 (2m) (a) (2r)
15)	(b) (1. (intro.) and 2. (and (e) 2), (3) (e) (f) and (g), (4) (ag) (d), (and (7) (am) 3.
16	of the statutes first applies to a contract for the establishment of a charter school that
17	is entered into, renewed, or modified on the effective date of this subsection.
18	(2) School leases. The treatment of section 118.40 (2r) (g) of the statutes first
19	'applies to a lease entered into, renewed, or modified on the effective date of this

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subsection.

(END)



Research (608-266-0341)

Library (608-266-7040)

Legal (608-266-3561)

LRB

(2 A)

The substitute amendment eliminates the anthority of the entities specified above to establish an independent charter whole directly. Under the substitute amendment, a charter school may be citablished only by contract. In addition,

Research (608-266-0341)

Library (608-266-7040)

Legal (608-266-3561)

LRB

3AA

th) The substitute amendment provides that if a nonprofit corporation wishes to contract with the csab to operate a charter school of it must concurrently CSAB and the apply concurrently to the CSAB are the board of I district school board of the school district in which it wishes to locate the charter school The school board has 90 days to enter into a contract with the nonprefit corporation of If the whole brank does not wish to contract with the corporation or negotiate a contract with fails to successfully regotiate a contract with the corporations the application is referred to the CSAB & which may contract with the comporation ()

Library (608-266-7040)

Legal (608-266-3561)

LRB



(4) arrent law prehibits a school board from unverting all of the public rehals in the school district to charter schools unless the school board provides alternative public school attendance arrangements for populs Who do not wish to attend or are not admitted to a charter school of addition, a school board may not grant a petition to establish to establish establish a charter school that would result in the conversion of all the public schools in the school district to charter unless at least 50 percent charles unless at least 50 percent teachers employed the teachers employed by the school district sign the petition o

This till climinates the conditions

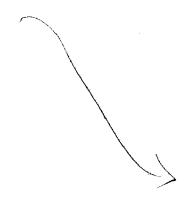
(A)

converting all of a school district's converting all of a school district's converting all of a school district's and public schools to charter schools and explicitly permits a school booms to do so

(9)

Current law provides that my pupil may be required to attend a charter school without his or her approval of his or papil is an adulty or the approval of his or her parents, if the pupil is a minor of her parents, if the pupil is a minor of her parents, if the pupil is a minor of her parents, if the pupil is a minor of her parents, if the pupil is a minor of her parents, if the pupil is a minor of her parents, if the pupil is a minor of this substitute amendment climinates this

pruvision .



(3A:3)

(A) The substitute amendment requires that a chanter school accept popils at random if the capacity of the the school is insufficient to accept all applicants. A charter school must,
preference in enrollment
however, give preterence in consilment to popils
who were enrolled
who were enrolled in the school in the previous
who were charter in the school in the previous school year and to siblings of pepils who are enrolled in the school. In addition, the substitute arrendment allows a charter school to give preterence in errollment to children of the charter founder's of governing board members of and school's founders of governing board members of and full-time employees is long as the number of given preference constitutes no more such children given preference constitutes no more than 10 percent. than is percent of the school's enrollment o

Research (608-266-0341)

Library (608-266-7040)

Legal (608-266-3561)

LRB

3B:1)

A) Under correct law, papils attending charter school under contract with a whole board are wanted in the school districts enrollment for state and purposes. This substitute amendment also wents in a school district's enrollment those resident poils who are independent attending and charter school under contract with the CSAB or a CESA. However, the substitute amendment reduces the school district's state and by the number of such pupils multiplied by the per pupil aid pyrils multiplied by the per pupil state air amount that is paid to the independent charter schools.

lestablished by a unto contract with

The substitute amendment provides that if
Brane of Directors of the (MPS)

the Milwanker Public Schools has a leased
of Milwanker
property owned by the city (To a charter school

that is not an instrumentality of MPS of and the

lease was in effect on January 1,2011; the

city of Milwanker is a party to the lease are

with

may regotiate with the charter school to

modify the terms of the lease.

Research (608-266-0341) Library (608-266-7040)

LRB



(b) Two members appointed by the state

superintendent of public instruction from a jointly list of hominees submitted 164 the Wisconsin

Association of School Boards and the

Wisconsin Association of School District

Administrators.

(6-12)

Recommended Changes to 2011 SB-22 (Charter Schools)

April 27, 2011

SECTION 44, 118.40 (4) (e) of the statutes is created to read:

118.40 (4) (e) *Immunity from civil and criminal liability*. A school board or an entity under sub. (2r) (b), and its officers and employees, are immune from civil and criminal liability for any activities of a charter school with which the school board or entity under sub. (2r) (b) contracts-except as provided in s. 40.05 (2) (f) 9.

SECTION 19, 40.05 (2) (f) 9 of the statutes is created to read:

If the participating employer was a charter school under contract with a school board or with an authorizing entity specified in s. 118.40 (2r) (b) 1, and there is no successor employer to assume any outstanding obligations under the terms of this paragraph, the outstanding obligation shall be the responsibility of the school board or authorizing entity that contracted for the establishment of the charter school.

(F) 40.05(2)(F)9.

Typed

8-9:1

State of Misconsin 2011 - 2012 LEGISLATURE



LRBa0588/1 PG:wfj:ph

SENATE AMENDMENT, TO 2011 SENATE BILL 22

At the locations indicated, amend the bill as follows:

1. Page 7, line 7: after "statutes" insert ", as affected by 2011 Wisconsin Act

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2. Page 7, line 8: delete the material beginning with that line and ending with page 8, line 9, and substitute:

In the furtherance of this subchapter, the state shall be considered as a single employer and employment relations policies and practices throughout the state service shall be as consistent as practicable. The office shall negotiate and administer collective bargaining agreements. To coordinate the employer position in the negotiation of agreements, the office shall maintain close liaison with the legislature relative to the negotiation of agreements and the fiscal ramifications of those agreements. Except with respect to the collective bargaining unit specified in s. 111.825 (2) (f), the office is responsible for the employer functions of the executive

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branch under this subchapter, and shall coordinate its collective bargaining activities with operating state agencies on matters of agency concern. The legislative branch shall act upon those portions of tentative agreements negotiated by the office that require legislative action. With respect to the collective bargaining unit specified in s. 111.825 (2) (f), the governing board of the charter school established by contract under s. 118.40 (2r) (cm), 2009 stats., is responsible for the employer functions under this subchapter.

8 Page 20, line 16: after "statutes" insert ", as affected by 2011 Wisconsin Act 10,".

4. Page 20, line 22: delete the material beginning with "and" and ending with "staff" on line 23.

(END)



State of Misconsin 2011 - 2012 LEGISLATURE



SENATE AMENDMENT,

TO 2011 SENATE BILL 22

LPS: Section numbers
Than Section autonombers
Thanks these numbers
Thanks har

At the locations indicated, amend the bill as follows:

1. Page 9, line 20: after that line insert:

Section 19g. 118.40 (2) (b) (intro.) of the statutes is renumbered 118.40 (2)

(b) and amended to read:

118.40 (2) (b) A school board may grant a petition that would result in the conversion of all of the public schools in the school district to charter schools if all of the following apply:

SECTION 11. 118.40 (2) (b) 1. and 2. of the statutes are repealed.

2. Page 9, line 25. after that line insert:

"Section 20m. 118.40 (2m) (b) of the statutes is amended to read:

118.40 (2m) (b) A school board may not enter into a contract under par. (a) that would result in the conversion of all of the public schools in the school district to charter schools unless the school board complies with sub. (2) (b) 29

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State of Misconsin 2011 - 2012 LEGISLATURE



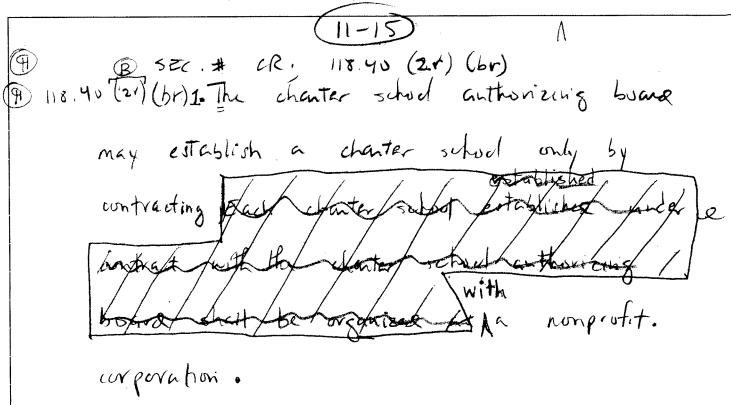
SENATE AMENDMENT, TO 2011 SENATE BILL 22

1	At the locations indicated, amend the bill as follows:
2	1. Page 10, line 19: delete "System." and substitute "System No governing
3	board member of a charter school established under this subsection may be a
4	member or employee of the governing board of the contracting entity under subd. 1.
5	2. Page 14, line 24: delete the material beginning with "No" and ending with
6	"entity." on page 15, line 1.
7	(END)

Library (608-266-7040)

Legal (608-266-3561)

LRB



9)

2. The charter school authorizing board may not contract for the establishment of a virtual charter school.

Library (608-266-7040)

Legal (608-266-3561)

LRB

(12-15:1)

- 9 SEC. #. CR. 118.40 (2r) (h)
 - 18.40 (2r) (h)1. If a nonposition wishes to contract with the charter school anthorizing hours to aperate a charter school it shall submit an application concurrently to the charter school authorizing board and the school board of the school district in which the corporation wishes to locate the charter school.
- 2. Within 90 days of receiving an application under subd. In the school board shall either enter into a contract with the nonprofit corporation to operate a sub. (2m) or refer the application to the charter school authorizing board.

Library (608-266-7040)

LRB

3. Upon receipt of an (voterree) application

under subd. 2. 1 the charter school authorizing shall either board my lenter into a contract with the nonprofit coporation to operate a charter school a deay the application. In making its determination, the charter school authorizing the robot board's board shall consider the extent of support for an apposition to the charter school under

(9) 118.40(24) (1)

(9) 118.40(24) (1)

(1) The charter school authorizing board may have in effect funtract for roman than the following contracts with nonprofit corporations with reperation of charter schools in the following school years:

- 1. In the 2011-12 school year 15:
- 2. In the 2012-13 whole teans 10.
- 3. In the 2013-14 school fran 15.

LRB

Research (608-266-0341)

Library (608-266-7040)

Legal (608-266-3561)

LRB

12-15:3

4. In the 2014-15 school gear, 20.

5. In the 2015-16 school gear, 25.



State of Misconsin 2011 - 2012 LEGISLATURE



SENATE AMENDMENT, TO 2011 SENATE BILL 22

Thaw Section Number autonomber

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make a hard number

At the locations indicated, amend the bill as follows:

1. Page 12, line 15: after that line insert:

SECTION 37m. 118.40 (2r) (a) (of the statutes is created to read:

118.40 (2r) A charter school established under this subsection is a local educational agency under 20 USC 6301 to 6578 and as such is eligible for funding as a local educational agency, and shall comply with all requirements of local educational agencies, under 20 USC 6301 to 6578.

2. Page 16, line 16: delete lines 16 to 20.

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(END)

Section #. 118.51 (16) of the statutes 118,40 (24) ->5EC.#. 118.40 (2t) 118.51 (16) STATE AID ADDITION TO A Annually, the department shall determine all of the for lowings 1. For each school district, the number of nonresident pupils attending public school in the school district under this section, other than pupils for whom tuition is paid under sub. (17). For each school district, the number of resident pupils attending school in a nonresident under contract with the charter school anthorizing board or the hoard of cooperation school district under this protions athen then pupils for where trition is paid under the trition is paid under the second trition i 3. The statewide average per pupil school district cost for regular instruction, occurricular activ ties, instructional support services and pupil support services in the previous school year. - change to 12 pt font size . If the number determined in par. (a) 1. is greater than the number determined in par. (a) 2. for a school district, the department shall increase that school district's state aid payment under s. 121.08 by an amount equal to the difference multiplied by the amount determined under par. (a) 3. 2. If the number determined in part (a) 1 is less than the number determined in part (a) 2 for l reduce each a school district, the department shall decrease that school district's state aid payment under s. 121.08 number of populs determined under par. (a) - paid per pupil by an amount equal to the difference multiplied by the amount determined under provided. If the (2r) (e) 1 state aid payment under s. 121.08 is insufficient to cover the reduction, the department shall decrease reduce tother state aid payments made by the department to the school district by the remaining amount. If the state aid payment under s. 121.08 and other state aid payments made by the department to the Cont school district are insufficient to cover the reduction, the department shall use the moneys appro-512e priated under s. 20.255 (2) (cg) to pay the balance to school districts under subd. 1 par. (a) as described a chanter (C) If a pupil attends public school in a nonresident school district funder this action for less than a full school term, the department shall prorate the state aid adjustments under this subsection based on the number of days that school is in session and the pupil attends public school in the nonresident school district/

reduction

change to 12 pt The department shall ensure that the aid adjustment under par. (b) does not affect the amount determined to be received by a school district as state aid under s. 121.08 for any other purpose.

History: 1997 a. 27, 41, 164; 1999 a. 117, 118; 2001 a. 16, 104; 2003 a. 55; 2005 a. 258; 2007 a. 222; 2009 a. 185, 250, 303, 304.

13-12



State of **W**isconsin



SENATE AMENDMENT, TO 2011 SENATE BILL 22

At the locations indicated, amend the bill as follows:

- **1.** Page 13, line 9: after "(g)" insert "1.".
- 2. Page 13, line 9: after "in" insert "subds. 2. and 3. and".
- **3.** Page 13, line 12: after that line insert:
- 党. A charter school shall give preference in enrollment to pupils who were énrolled in the charter school in the previous school year and to siblings of pupils who are enrolled in the charter school.
- 3. A charter school may give preference in enrollment to the children of the charter school's founders, governing board members, and full-time employees and but

 long and the total number of such children given preference constituted no more than

10 percent of the charter school's total enrollment.

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(b-20)

3. Page 16, line 20: after that line insert:

SECTION 45m. 118.40 (6) of the statutes is repealed.".

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(END)

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State of **Misconsin** 2011 - 2012 LEGISLATURE



SENATE AMENDMENT, **TO 2011 SENATE BILL 22**

LPS: Nomber

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At the locations indicated, amend the bill as follows:

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1. Page 19, line 19: after that line insert:

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SECTION 59m. 119.60 (6) of the statutes is created to read:

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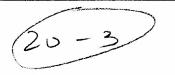
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119.60 (6) For any lease of city-owned property used for school purposes that is in effect on January 1, 2011, between the board and a charter school that is not an instrumentality of the school district under s. 118.40 (7), the common council shall be made party to the lease and may negotiate with the charter school to modify the terms of the lease if the common council adopts a resolution to do so.

9

(END)



Section #. 121.05 (1) (a) 9. of the statutes is amended to read:

121.05 (1) (a) 9. Pupils enrolled in a charter school, other than charter school under s. 118.40 while charter school and a school board with charter school

History: 1971 c. 125; 1973 c. 89; 1975 c. 224; 1977 c. 29, 418; 1979 c. 34, 221, 244; 1981 c. 20, 251; 1983 a. 27, 192, 509; 1985 a. 29, 218; 1985 a. 225 s. 100; 1987 a. 27, 399; 1989 a. 336; 1991 a. 39; 1993 a. 16, 395; 1995 a. 27 ss. 4040x, 4042, 9145 (1); 1995 a. 225; 1997 a. 27, 113, 164; 1999 a. 9, 83, 117; 2001 a. 57, 109; 2003 a. 321; 2007 a. 200; 2009 a. 28, 302.

Plain period

authorizing boards or the board of control of a corperative educational socrice agency

Library (608-266-7040)

Legal (608-266-3561)

LRB



for terms opining on May 1, 2015

DRAFTER'S NOTE FROM THE LEGISLATIVE REFERENCE BUREAU

a soo94/1dn LRBa0549/1dn

March 172011 - Jate

a Olsen Senator Darling

substitute

the inclusion of That is based on a request for

The drafting instructions for this amendment requested a provision which would allow the Milwaukee Common Council to "have full authority to negotiate" a lease entered into as of January 1, 2011, between a noninstrumentality charter school and the board of MPS. Because this provision would apply to an existing contract, deprovision could that it is an unconstitutional impairment of contract.

The federal and Wisconsin constitutions both provide that the legislature may not pass a law "impairing the obligation of contracts" (article I, section 10, of the U.S. Constitution and article I, section 12, of the Wisconsin Constitution). However, this prohibition is not absolute. The courts have held that a state may impair an existing contract in the exercise of its police powers for the general public welfare. Wisconsin courts would likely use the following analysis to determine whether the legislature may impair an existing contract for the general public welfare:

- a. Does the legislation substantially impair an existing contract?
- b. If the impairment is substantial, is there a significant and legitimate public purpose for the legislation?
- c. Even if there is a significant and legitimate public purpose, is the legislation a reasonable and necessary means of achieving that public purpose?

A)way to avoid a constitutional challenge would be to permit the common council to be a party to and negotiate the terms of any such lease between a noninstrumentality charter school and the board when the lease is extended, modified, or renewed. Please let me know if you would like me to modify the amendment in this way.

-substitute

Peter R. Grant Managing Attorney Phone: (608) 267-3362

E-mail: peter.grant@legis.wisconsin.gov

DRAFTER'S NOTE FROM THE LEGISLATIVE REFERENCE BUREAU

LRBs0094/1dn PG:cjs:rs

May 5, 2011

Senator Olsen:

The drafting instructions for this substitute amendment requested the inclusion of LRBa0549/1. That amendment is based on a request for a provision which would allow the Milwaukee Common Council to "have full authority to negotiate" a lease entered into as of January 1, 2011, between a noninstrumentality charter school and the board of MPS. Because this provision would apply to an existing contract, one could argue that it is an unconstitutional impairment of contract.

The federal and Wisconsin constitutions both provide that the legislature may not pass a law "impairing the obligation of contracts" (article I, section 10, of the U.S. Constitution and article I, section 12, of the Wisconsin Constitution). However, this prohibition is not absolute. The courts have held that a state may impair an existing contract in the exercise of its police powers for the general public welfare. Wisconsin courts would likely use the following analysis to determine whether the legislature may impair an existing contract for the general public welfare:

- a. Does the legislation substantially impair an existing contract?
- b. If the impairment is substantial, is there a significant and legitimate public purpose for the legislation?
- c. Even if there is a significant and legitimate public purpose, is the legislation a reasonable and necessary means of achieving that public purpose?

One way to avoid a constitutional challenge would be to permit the common council to be a party to and negotiate the terms of any such lease between a noninstrumentality charter school and the board when the lease is extended, modified, or renewed. Please let me know if you would like me to modify the substitute amendment in this way.

Peter R. Grant Managing Attorney Phone: (608) 267–3362

E-mail: peter.grant@legis.wisconsin.gov

5/11/1

mtg "/ Sarah Archibald (Olsen's ofc.)

+ Anne Sapenbelle (Leg Guru'l)

10 on DN last #

(e) allow only sch. has * CESAs to etablish virtual ch. refusals

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to CSAD, et 30 standays to enter

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